

**MINUTES
BOARD OF TRUSTEES OF THE
INDIANA STATE TEACHERS' RETIREMENT FUND
150 West Market Street, Suite 300
Indianapolis, Indiana 46204**

March 18, 2009

Board Members Present

Dave Adams, President
Don Bennett, Vice President
Cari Whicker, Secretary
Ryan Kitchell, Trustee
Greg Hahn, Trustee
Steve Overmyer, Trustee

Board Members Absent

Others Present

Andy Thomas, Indiana Retired Teachers Association
Peter Schnitzler, Indiana Business Journal
Karen Franklin, BNY Mellon
Gail Zeheralis, Indiana State Teachers Association
Ken Brunke, Callan & Associates

TRF Staff Present

Steve Russo, Executive Director
Tom Davidson, General Counsel
Tim Walsh, Chief Investment Officer
Julia Pogue, Chief Financial Officer
Erin Hankins, Executive Assistant
Bethaney Matlock, Legal Administrator
Molly Deuberry, Director of Outreach and Communications
Bryan Martin, Investment Consultant
JR Burch, Chief Technology Officer

Meeting called to order at 10:01 a.m. by President Adams.

I. Approval of Minutes

MOTION duly made and carried to approve the minutes from December 16, 2008 Board of Trustees meeting.

<i>Proposed by:</i>	<i>Don Bennett</i>
<i>Seconded by:</i>	<i>Cari Whicker</i>
<i>Votes:</i>	<i>6 in favor, 0 opposed</i>

II. Old Business

III. New Business

Administrative Review Policy

Steve Russo presented the administrative review policy to the board. TRF staff recommended board approval of the updated administrative review policy and attachments.

MOTION duly made and carried to approve staff's recommendation.

<i>Proposed by:</i>	<i>Greg Hahn</i>
<i>Seconded by:</i>	<i>Cari Whicker</i>
<i>Votes:</i>	<i>6 in favor, 0 opposed</i>

Resolution number 2009-03-01 was signed by President Adams.

Financial Update

Julia Pogue presented the financial update to the board. Ms. Pogue discussed the financial highlights for December 2008, January 2009, and February 2009 and entertained questions from the board.

IT Update

Steve Russo presented an IT update to the board. Mr. Russo reviewed the business systems modernization timeline, discussed key elements of the modernization, and reviewed other major IT projects. The board requested an update on phase 2 of the business continuity plan at a future board meeting.

Mr. Russo introduced JR Burch as TRF's new Chief Technology Officer.

Investments Update

Tim Walsh presented the investments update, reviewed the manager watch list, and entertained questions from the board. The board recommended listing the dates when managers are placed on the watch list.

A. Bridgewater Mandate Change

Callan and staff recommended that the board approve changing the investment mandate for Bridgewater Associates to a 12% volatility target from a 6% volatility target while reducing the total investment to \$75 million.

MOTION duly made and carried to approve changing the investment mandate for Bridgewater Associates.

<i>Proposed by:</i>	<i>Greg Hahn</i>
<i>Seconded by:</i>	<i>Don Bennett</i>
<i>Votes:</i>	<i>6 in favor, 0 opposed</i>

B. Callan Update

Ken Brunke presented an executive summary of information presented at the Callan Investments Institute Twenty-Ninth National Conference and responded to questions from the board. The board requested that Callan advise them on an appropriate policy for Risk Management at a future board meeting.

Executive Director's Report

Mr. Russo presented the executive director's report to the board. Mr. Russo reviewed the legislative summary, discussed the agency's metrics, and entertained questions from the board.

IV. Date of Next Meeting

May 13, 2009 at 10:00 a.m.

V. Adjournment

Adjourned at 12:35 p.m.